

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 167362

12

ORIGIN EB-11

INFO OCT-01 EUR-25 ADP-00 CAB-09 CIAE-00 COME-00 DODE-00

INR-10 NSAE-00 RSC-01 FAA-00 L-03 /060 R

DRAFTED BY EB/AN:RCPARR:DAP

8/22/73 EXT. 22191

APPROVED BY EB/AN:JASILBERSTEIN

EUR/CE - MR. BECKER

EB/AN - MR. COBB

EUR/NE - MR. FLOYD

----- 027782

R 222348Z AUG 73

FM SECSTATE WASHDC

TO AMEMBASSY BONN

USMISSION BERLIN

INFO AMEMBASSY LONDON

AMEMBASSY PARIS

USMISSION NATO

AMEMBASSY MOSCOW

LIMITED OFFICIAL USE STATE 167362

E.O. 11652: N/A

TAGS: ETRN, GE, GW

SUBJECT: CIVAIR - UK PITCH FOR IGS FARE HIKE, CAPACITY
CUT

1. GEORGE ROGERS, DTI CA-2 UNDER SECRETARY, SAID IN CALL
IN DEPARTMENT AUGUST 21, THAT UK WILL FLOAT IN CAA FORUM
WITHIN NEXT FORTNIGHT FORMAL PROPOSAL FOR TEN PERCENT IN-
CREASE IN IGS FARES EFFECTIVE ASAP. IN ADDITION, ACCORDING,
ROGERS, BRITISH SEE NEED FOR FURTHER SYNCHRONIZED CAPACITY
CUTS BY BEA AND PAA, ALONG LINES AGREED EARLIER IN YEAR,
PROBABLY TO TAKE EFFECT BY END OF YEAR. ROGERS CITED AS
RATIONALE RISING COSTS AS WELL AS REDUCTION IN DEMAND,
STATING THAT IGS LOAD FACTORS FOR BOTH PAA AND BEA HAVE
FALLEN TO "WELL BELOW 50 PERCENT", WITH RESULT THAT BEA
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 167362

IS AGAIN LOSING MONEY IN THIS SERVICE.

2. DEPTOFFS AGREED THAT INSULARITY OF WEST BERLIN PRIOR TO 1972 QUADRIpartite AGREEMENT RESULTED IN ARTIFICIALLY HIGH LEVEL OF IGS AIR TRAVEL, BUT CITED RESILIENCE AND BOUYANCY OF BERLIN AND FRG ECONOMIES AS LIKELY TO OVERCOME AIR TRAFFIC DOWNTURN STEMMING FROM IMPROVEMENTS IN WEST BERLIN-FRG SURFACE TRAVEL SITUATION. THEY ALSO POINTED TO AIR TRAFFIC CONTROLLER SLOWDOWN AS PROBABLY HAVING TEMPORARY DESTABILIZING EFFECT. ROGERS SAID BRITISH NONETHELESS REMAIN PESSIMISTIC, FEAR IGS DEMAND MAY NOT YET HAVE BOTTOMED OUT, AND FEEL NEED THEREFORE

TO SET IN MOTION PROCESS TO PROTECT BEA'S INTERESTS. HE RULED OUT UNILATERAL CAPACITY CUTBACK BY BEA AS "UNREALISTIC ON AVIATION GROUNDS." DEPTOFFS UNDERTOOK TO RELAY UK VIEWS TO EMBASSY BONN AND USBER.

3. WE WILL ASK PAA HERE FOR DATA ON SUMMER EXPERIENCE IN IGS, BUT WILL NOT RPT NOT AT THIS POINT BRIEF PAA ON TALK WITH ROGERS. WE HAVE TO DATE HAD NO INDICATION THAT PAA IS LOSING MONEY IN THIS HERETOFORE HIGHLY LUCRATIVE MARKET, ALTHOUGH IT IS APPARENT THAT DEMAND IS DOWN THIS SUMMER.

4. EMBASSY AND USBER VIEWS REQUESTED. ROGERS

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 22 AUG 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: garlanwa
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973STATE167362
Document Source: CORE
Document Unique ID: 00
Drafter: RCPARR:DAP
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730821/aaaaapmi.tel
Line Count: 86
Locator: TEXT ON-LINE
Office: ORIGIN EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: garlanwa
Review Comment: n/a
Review Content Flags:
Review Date: 01 AUG 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <01-Aug-2001 by kelleyw0>; APPROVED <14-Sep-2001 by garlanwa>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: CIVAIR - UK PITCH FOR IGS FARE HIKE, CAPACITY CUT
TAGS: ETRN, GC, GE
To: BONN BERLIN
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005